

## AN ACT

1 Amending Title 4 (Amusements) of the Pennsylvania Consolidated  
2 Statutes, in revenues, further providing for establishment of  
3 State Gaming Fund and net slot machine revenue distribution.

4 The General Assembly of the Commonwealth of Pennsylvania  
5 hereby enacts as follows:

6 Section 1. Section 1403(c)(2)(i)(E) of Title 4 of the  
7 Pennsylvania Consolidated Statutes is amended to read:

8 § 1403. Establishment of State Gaming Fund and net slot machine  
9 revenue distribution.

10 \* \* \*

11 (c) Transfers and distributions.--The department shall:

12 \* \* \*

13 (2) From the local share assessment established in  
14 subsection (b), make quarterly distributions among the  
15 counties hosting a licensed facility in accordance with the  
16 following schedule:

17 (i) If the licensed facility is a Category 1  
18 licensed facility that is located at a harness racetrack

1 and the county, including a home rule county, in which  
2 the licensed facility is located is:

3 \* \* \*

4 (E) A county of the fourth class: 2% of the  
5 gross terminal revenue from each such licensed  
6 facility shall be distributed as follows:

7 (I) The department shall make distributions  
8 directly to each municipality within the county,  
9 except the host municipality, by using a formula  
10 equal to the sum of \$25,000 plus \$10 per resident  
11 of the municipality using the most recent  
12 population figures provided by the Department of  
13 Community and Economic Development, provided,  
14 however, that the amount so distributed to any  
15 municipality shall not exceed 50% of its total  
16 budget for fiscal year 2009 or 2013, whichever is  
17 greater, adjusted for inflation in subsequent  
18 fiscal years by an amount not to exceed an annual  
19 cost-of-living adjustment calculated by applying  
20 any upward percentage change in the Consumer  
21 Price Index immediately prior to the date the  
22 adjustment is due to take effect. Distributions  
23 to a municipality in accordance with this  
24 subclause shall be deposited into a special fund  
25 which shall be established by the municipality.  
26 The governing body of the municipality shall have  
27 the right to draw upon the special fund for any  
28 lawful purpose provided that the municipality  
29 identifies the fund as the source of the  
30 expenditure. Each municipality shall annually

1 submit a report to the Department of Community  
2 and Economic Development detailing the amount and  
3 purpose of each expenditure made from the special  
4 fund during the prior fiscal year.

5 (II) Any funds not distributed under  
6 subclause (I) shall be deposited into a  
7 restricted receipts account established in the  
8 [Department of Community and Economic Development  
9 to be used exclusively for grants to the county,  
10 to economic development authorities or  
11 redevelopment authorities within the county for  
12 grants for economic development projects,  
13 infrastructure projects, job training, community  
14 improvement projects, other projects in the  
15 public interest, and necessary and reasonable  
16 administrative costs. Notwithstanding the  
17 provisions of the act of February 9, 1999 (P.L.1,  
18 No.1), known as the Capital Facilities Debt  
19 Enabling Act, grants made under this clause may  
20 be utilized as local matching funds for other  
21 grants or loans from the Commonwealth.] State  
22 Treasury. The department shall annually make  
23 distributions from the restricted receipts  
24 account directly to school districts within the  
25 host county which shall be used exclusively for  
26 reducing the school district property taxes of  
27 homesteads and farmsteads enrolled in the  
28 homestead and farmstead exclusion under the act  
29 of June 27, 2006 (1st Sp.Sess., P.L.1873, No.1),  
30 known as the Taxpayer Relief Act. The amounts

1 distributed under this clause shall be  
2 distributed proportionally based on the  
3 population of the school district and shall be in  
4 addition to the State property tax reduction  
5 allocation the school district receives under the  
6 Taxpayer Relief Act.

7 \* \* \*

8 Section 2. This act shall take effect January 1, 2020.